

PUBLIC WORKS & UTILITIES COMMITTEE

11-0056R

RESOLUTION AUTHORIZING APPLICATION TO THE MINNESOTA
PUBLIC FACILITIES AUTHORITY TO ENTER INTO A LOAN/GRANT
AGREEMENT FOR CIPP REHABILITATION OF SANITARY SEWERS FOR
SEWER BASIN NO. 2.

CITY PROPOSAL:

THE CITY COUNCIL FINDS:

That the city of Duluth is under Consent Decree orders to eliminate sanitary sewer overflows.

Sanitary Sewer Basin No. 2 flow contributes to one of the overflow points that the city is mandated to eliminate.

The estimated cost to rehabilitate sanitary sewers in Basin No. 2 by CIPP lining is \$3,150,000, and the Public Facilities Authority (PFA) may have loan and grant monies available to finance the project costs.

To receive this money, the city must submit required information to enter into a loan/grant agreement with the Minnesota Public Facilities Authority.

RESOLVED, that the proper city officials are hereby authorized to submit an application to enter into a loan/grant agreement with the Minnesota Public Facilities Authority for funding to rehabilitate sanitary sewers in Basin No. 2 as described in the application.

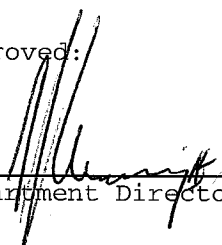
FURTHER RESOLVED, that the city of Duluth has the legal authority to apply for the money, and the financial, technical and managerial capacity to ensure proper construction, operation and maintenance of the project for its design life.

FURTHER RESOLVED, that the city of Duluth estimates the loan/grant amount to be \$3,150,000 or the as-bid costs of the project, and the city's matching funds will be payable from the Clean Water Fund 532, Department/Agency 500, Object 5532, city project no. 0893SN.

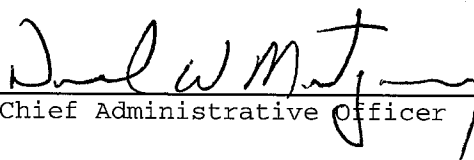
FURTHER RESOLVED, that the city hereby expresses its official intent to use proceeds of this loan to reimburse engineering and construction expenditures made

prior to the issuance of its general obligation bond to the Public Facilities Authority.

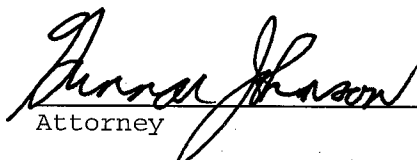
Approved:


Department Director


Approved for presentation to council:


Chief Administrative Officer

Approved as to form:


Attorney

Approved:


Auditor

ENG MJG:jh 1/26/2011

STATEMENT OF PURPOSE: This resolution will authorize the submission of an application to enter into a loan/grant agreement with the Minnesota Public Facilities Authority for CIPP Rehabilitation of Sanitary Sewers in Basin No. 2.

